

OKLAHOMA STATE DEPARTMENT OF HEALTH
SFY 2014 BUDGET AND EXPENDITURE FORECAST: AS OF 11/19/2013

SUMMARY

<u>Division</u>	<u>Current Budget</u>	<u>Expenditures</u>	<u>Encumbrances</u>	<u>Forecasted Expenditures</u>	<u>Surplus/(Deficit)</u>	<u>Performance Rate</u>
Public Health Infrastructure	\$20,544,720	\$4,620,696	\$4,359,212	\$10,532,343	\$1,032,470	94.97%
Protective Health Services	\$67,976,985	\$21,006,442	\$8,558,070	\$36,800,679	\$1,611,794	97.63%
Prevention & Preparedness Services	\$57,873,656	\$11,604,506	\$24,125,609	\$20,311,729	\$1,831,812	96.83%
Information Technology	\$7,291,870	\$2,758,867	\$1,574,709	\$2,914,354	\$43,941	99.40%
Health Improvement Services	\$22,303,639	\$4,538,832	\$4,115,768	\$12,748,353	\$900,685	95.96%
Community & Family Health Services	\$248,164,102	\$51,622,629	\$38,500,589	\$154,728,021	\$3,312,863	98.67%
Totals:	\$424,154,972	\$96,151,972	\$81,233,955	\$238,035,479	\$8,733,566	97.94%

<90%	90% - 95%	95% - 102.5%	102.5% - 105%	>105%
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Expenditure Forecast Assumptions

- Payroll forecasted through June 30, 2014 based on extrapolation of the first seven payrolls of SFY 2014
- Encumbrances shown as actual as of the report date
- Expenditure forecasts limited to realistic amounts expected to spend out during the current budget period
- Surplus/(Deficit) is projected as of June 30, 2014

Explanation of Dashboard Warning(s)

- The OSDH's overall budget performance rate is "Green Light" status at 97.94%. This is a small increase in committed funding from the October report.
- One division in "Yellow Light" status: Public Health Infrastructure, primarily due to the startup of the Informatics Division and uncommitted building maintenance funding. This funding will be committed as the year progresses.
- All other divisions are in Green Light status.



Creating a State of Health

Impacts of a January Federal Shutdown on the Oklahoma State Department of Health November 15, 2013

Federal funding comprises 56% of the Oklahoma State Department of Health's (OSDH) total operating budget. In the event of an extended federal government shutdown in January 2014, the OSDH will revert to operating federal programs consistent with its Continuity of Operations Plan (COOP). The federal shutdown will impact agency mission critical priority programs for mandates and infectious disease control. These efforts are a priority of the agency and would need to be sustained throughout the shutdown.

The OSDH guiding principles during this planning effort include 1) maintaining mission critical functions and 2) preventing the furlough of agency staff through short term redirection of efforts to other funded programs. Achieving these goals will require implementing efficiency measures including the following:

- Suspend or reduce agency contracts (*see attachment A for list of contractors impacted by federal shutdown*)
- Delay refill of vacant positions
- Eliminate or reduce travel
- Suspend education and training efforts
- Reduce supply purchases

Federal Grants, Contracts and Cooperative Agreements impacted:

The OSDH has sixteen federal grants, cooperative agreements or contracts with implementation dates between October 2013 and February 2014. The first nine fall within the COOP priorities.

COOP Priorities

- Inspection and complaint investigation in medical and nursing facilities
- Viral Hepatitis Prevention (Infectious Disease)
- Prevention & Treatment of Tuberculosis (Infectious Disease)
- HIV Prevention (Infectious Disease)
- HIV Surveillance (Infectious Disease)
- Immunization (Infectious Disease)
- Newborn Screening case management
- Clinical Laboratory Improvement Amendments (CLIA) - Clinical laboratory inspection
- Women, Infants and Children (WIC) supplemental nutrition program

Other Programs

- Maternal and Child Health (MCH)
- Perinatal and Reproductive Health
- Early Case Capture (pediatric cancer)
- Community Based Child Abuse Prevention
- Preventive Health and Health Services Block
- Rape Prevention Education
- Birth Defects Registry

Federal programs exempt from the shutdown or federal funding is available through FFY'14 :

- CLIA
- Immunization
- Enhancing Cancer Registries for Early Case Capture of Pediatric (funding available)
- Community Based Child Abuse (funding available)
- Medicare Contracts for the Inspection of Medical and Long Term Care – The following inspections are exempt from the shutdown:
 - Complaint investigations alleging harm
 - Certain federal enforcement actions
 - Certain surveys necessary to prevent Medicare termination
 - Immediate threats to life or safety

Note: Non-exempt activities include new Medicare applicants and certain facility types (for example, Medicare only dialysis units). There are few Medicare only facilities and the OSDH will commit to investigating serious complaints in these facilities during a shutdown.

Federal programs impacted by a federal government shutdown:

Infectious Disease Programs

Infectious disease programs are considered mission critical to the OSDH. The primary focus of these programs is to prevent and control the spread of infectious disease and they are mandated by the State of Oklahoma. In general, infectious disease programs are funded with a combination of federal, state, fee and local funding allowing an opportunity to use non-federal funds during a shutdown. Four of the five infectious disease programs will be impacted by a federal shutdown (immunization will be exempt) and support 55 FTE. The OSDH will initiate cost saving measures but will maintain these mission critical services in order to protect the public from disease outbreaks.

Women, Infants and Children (WIC)

The WIC program is a 100% federally funded program and represents approximately 16% of the total OSDH budget. The monthly cost of administering the WIC program is approximately \$5.2 million.

Supplemental Food - If a continuing resolution or budget agreement is not reached by December 13, 2013, the OSDH will begin issuing 30 day food instruments to limit the obligations within current projected funding levels. If the shutdown occurs on January 15, 2013, WIC services will be discontinued immediately to ensure availability of funding for outstanding obligations. If the agency has a small amount of remaining food funds it will provide vouchers to pregnant and breastfeeding women and infants at nutritional risk until the funds are exhausted. Discontinuance of food instruments impacts approximately 90,000 pregnant and breastfeeding women and children who will not receive supplemental food to ensure proper nutrition each month.

Nutrition Services and Administration (NSA) - The WIC program will have NSA funding until March 2014 to process outstanding obligations. Contracts for 16 independent clinics to administer food vouchers will be suspended effective January 15, 2014. This program supports approximately 70 FTE statewide who will be redirected (if possible) into other funded programs.

Two programs are not within the OSDH COOP priorities but are partially state funded and can continue to operate for a partial year:

Maternal and Child Health (MCH) Block Grant

The MCH program is 57% federally funded and receives a block grant that began a new funding cycle October 1, 2013 and supports approximately 47 FTE and 6 contracts. Utilizing the required 3 to 4 state match, efforts could be supported through May 2014.

Perinatal and Reproductive Health

Perinatal and Reproductive Health will begin a new federal funding cycle effective December 1, 2013, supports approximately 48 FTE and contributes 22% to the total program. Utilizing state and local funds, the program could be supported through September 2014

Three additional programs are not within the OSDH COOP priorities and will be impacted by a federal shutdown. If a shutdown occurs in January the agency would discontinue the following programs:

Preventive Health and Health Services Block Grant is purely 100% federally funded and began a new funding cycle October 1, 2013. Federal funding supports approximately 8 FTE and 2 contracts. All FTE would be redirected to other funded programs and contracts would be suspended. Suspension of these programs will impact OHIP flagship activities such as wellness efforts, the Shape Your Future campaign and other strategic priorities such as reducing motor vehicle crash deaths.

Rape Prevention Education began a new funding cycle November 1, 2013, supports approximately 3.4 FTE and 4 contracts. Program efforts will continue through January 31, 2014 due to a 3 month cost extension. If no resolution occurs by the end of the grant extension staff currently funded through this program would be redirected into other funded activities and the contracts suspended. Impacts include disruption in rape prevention education efforts statewide in community organizations and schools which reach about 20,000 people each year.

Birth Defects Registry will begin a new funding cycle February 1, 2014 and supports 2 FTE. The program will be temporarily suspended and staff efforts would be redirected into other funded programs of the agency. Suspension will cause a backlog of birth defect reports and record abstraction. Research into causes of birth defects would be delayed, leading to the loss of new preventive measures, such as education on the importance of folic acid before and during pregnancy.

The following assumptions were made in this document:

- Duration of an extended federal government shutdown will be no longer than 2/15/14
- No major emergency response event necessitating surge capacity, increased staffing levels or shift in priorities (based on the event)
- Predictable pattern of obligation and expenditure
- Redirection of staff, contract suspensions and furloughs (only if necessary) are available for non-COOP priorities
- All OSDH grant awards made in FFY '13 continue to be authorized and available in FFY'14
- Federal shutdown exemptions remain unchanged from October 2013 shutdown

ATTACHMENT A
Oklahoma State Department of Health
Federal Shutdown Impact - Contract Detail
As of Nov 7, 2013

WIC	
Vendor	Location (City)/Notes
Direct Services	
Area Medical Foundation	Seiling
Center Ok Amer Ind Hlth Clinic	Oklahoma City
Comm Hlth Ctrs/mary Mahoney	Oklahoma City
Cordell Mem Hosp Authority	Cordell
Elizabeth Eshelman	Norman
Guiding Right Inc	Midwest City & Moore
Halie Summers	Oklahoma
Hope Center	Edmond
Jenna Holland	El Reno
Margaret Hudson Program	Tulsa
Morton Comprehensive Hlth Svs	Tulsa
Neighborhood Services Org	Oklahoma City
Newman Memorial Hospital Inc	Shattuck
Ok City-county Hlth Dept/occhd	Oklahoma City
Ok Community Hlth Svces Inc	Oklahoma City
Roger Mills Mem Hosp Authority	Cheyenne
Springer, Katrina	Ardmore
Texas County Commissioners	Guymon
Texas County Health Dept.	Guymon
Tulsa City/county Hlth Dept	Tulsa
Education/Training/Admin Functions	
Hca Hlth Svc Of Ok DbA Ou Med	Oklahoma City (training)
Hospitality Now	Statewide - Mystery Shopper
Ok Association Of Broadcasters	OKC/Statewide Public Broadcaster Program
Ou/college Of Continuing Educ.	Statewide/OKC - Workforce Development
Solutran, Inc	Statewide - Banking Services
Univ Of Alaska Anchorage	Statewide - Online Training
Visual Image Advertising	Statewide - Agency Media
Western Michigan University	Online Education

Maternal and Child Health	
Vendor	Location (City)/Notes
Clinical Services	
Allison Lindsey Goree	Statewide
Tulsa City/county Hlth Dept	Tulsa
Univ Hospital Authority	Oklahoma City/Statewide (Lab Testing)
Ok St Dept Of Education	Statewide
Carpenter, Jo Ann, M.d.	Ada
Chleborad, Janice L.	Woodward
Forrestal, D.o., James	Chandler
Furgeson, Michael	El Reno & Yukon
Myra Gregory Do	Poteau & Stigler
Ok City-county Hlth Dept/occhd	Oklahoma City
Pittsburg County Hlth Dept #61	McAlester
Education/Prevention	
Assn. Of Women's Health, Obste	Oklahoma City - Speaker
Oklahoma Family Network	Oklahoma City/Statewide
Ouhsc	Oklahoma City/Statewide - Poison Control
Ouhsc Board Of Regents	Statewide - Breastfeeding Hotline
Ouhsc/ob/gyn Prntl Con Rf Opec	OKC/Statewide - Breastfeeding Hotline
Schools For Healthy Lifestyles	Statewide - School Health Infrastructure
Visual Image Advertising	Statewide - Agency Media
Shissler, Joyce	Oklahoma City - Birth Defects Registry Consultation

Perinatal and Reproductive Health

Vendor	Location (City)/Notes
Clinical Services	
Allison Lindsey Goree	Statewide
Barbara Mcendree Arnp Pc	Statewide
Bombach, Roger M Md	Beaver & Guymon
Conklin, T.h. Jr.	Stigler
E Louise Foster, Inc	Duncan, Chickasha, Anadarko
Edwards, Coy J., M.d.	Tahlequah
Gary Matthews	Beaver
Horton, Terry Md	Vinita
John Clark Osborn, M.d.	Miami
Jones, Susan J Do	Garvin
Jordan, Elesha	Statewide
Kimberly Barnes	Statewide
Krieger, Michael, M.d.	Hobart
Mease Medical Corp - Mease	Seminole
Melanie Dunn	Alva
Memorial Hosp Of Texas County	guymon
Myra Gregory Do	Statewide
Norman Osteo. Primary Care	Norman
Ok City-county Hlth Dept/occhd	Oklahoma City
Pyles, Tracy Md	Stillwater
Rush, Patricia	Statewide
Shawnee Medical Center Clinic	Shawnee
Stone, Voyer Lynne	Statewide
Susan Wright Mann	Statewide
Taguchi Womens Clinic, Pllc	Stillwater
Tulsa City/county Hlth Dept	Tulsa
Univ Hospital Authority	Oklahoma City/Statewide (Lab Testing)
Willis, William A., Md	Poteau
Zumwalt, Gerald C., M.d.	Sapulpa
Education	
Ouhsc Board Of Regents	Statewide
Youth Services Of Tulsa Inc.	Tulsa (Community Based Education and Outreach)

Prevent Block Grant **

Vendor	Location (City)/Notes
Domestic Violence Intervention Services	Tulsa
Oklahoma Coalition on Domestic Violence/Sexual Assault	OKC (statewide)
** similar goals/services as RPE grant	

Rape Prevention Education

Vendor	Location (City)/Notes
YWCA of OKC	OKC
Domestic Violence Inter Svcs	Tulsa
Help In Crisis, Inc.	Tahlequah
Stillwater Domestic Violence	Stillwater